

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2170

December 16, 2011

SUMMARY OF BILL: Requires the Department of Education to purchase a liability insurance policy for all professional employees through the state's competitive bid process. Specifies that the policy shall cover errors and omissions, attorney fee reimbursement in criminal and civil cases, bail bond coverage, assault-related personal property damage, and employment rights. Retains authority of local education agencies (LEAs) to purchase additional or supplemental liability insurance policies.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$5,596,500

Assumptions:

- Insurance will be purchased for 77,193 certificated personnel.
- From preliminary cost estimates, the Department of Education indicates the cost mid-point is \$72.50 per employee.
- Utilizing this mid-point, the total increase in state expenditures will be \$5,596,492 (77,193 x \$72.50).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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